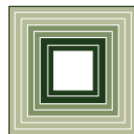


Budget Terms Reviewed

**Presentation to Joint
NER Appropriations Subcommittee**

March 26, 2013



FISCAL RESEARCH DIVISION
A Staff Agency of the North Carolina General Assembly

Governor's Recommended Budget

- Combination of continuation or base budget, expansion & reductions
 - Continuation typically represents 96-98% of total recommended budget

Governor's Budget	FY 2013-14	FY 2014-15
Base	20.24 B 98.3%	20.43 B 95.8%
Reductions	(.68 B)	(.72 B)
Expansion	1.03 B	1.62 B
Recommended	\$20.6 B	\$21.33 B

- Presentation of Recommended Budget
 - Typically a single volume with reference to the continuation

Base or Continuation Budget

- The portion of the Governor's Recommended Budget that outlines costs required to provide the same level of services in the next biennium as is provided in the current FY
- Starting point: 2012-13 Authorized budget of \$20.16 billion
- Typically includes:
 - Mandated enrollment increases (education, Medicaid, prisons)
 - Annualizations
 - Operating reserves
 - Adjustments to non-recurring items
 - Funds to replace worn out equipment, vehicles
 - Inflationary adjustments (fuel, medical, utilities, leases, etc.)

Base or Continuation Budget

- What it looks like
 - Line-item detail for each program/purpose
 - Actual expenditures/receipts for FY 2011-12
 - Certified budget for FY 2012-13
 - Authorized budget for FY 2012-13
 - Allowable increase/decreases
 - Continuation budget for FYs 2013-14 & 2014-15

Base or Continuation Budget

BI233 BUDGET PREPARATION SYSTEM
BUDGET PREPARATION WORKSHEET I (DETAIL REQUEST)
FUND DETAIL

AWG
ATTACHMENT 4

3700
13700 Agriculture and Consumer Services - General Fund
1020 Markets

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CODE (1)	DESCRIPTION (2)	2011-2012 ACTUAL (3)	2012-2013 CERTIFIED (4)	2012-2013 AUTHORIZED (5)	2013-2014 INCR/DECR (6)	2013-2014 TOTAL (7)	2014-2015 INCR/DECR (8)	2014-2015 TOTAL (9)
REQUIREMENTS								
53 1211	SPA-REG SALARIES-APPR	3,522,029	3,486,481	3,481,296	0	3,481,296	0	3,481,296
53 1212	SPA-REG SALARIES-RECPT	551,740	585,011	588,844	0	588,844	0	588,844
53 1221	SPA TIME-LIMITED SAL-APP	0	231,720	231,720	-231,720	0	-231,720	0
53 1311	REG(N S) TEMP WAGES-APPR	64,390	136,070	90,349	-25,186	65,163	-25,186	65,163
53 1312	REG(N S) TEMP WAGES-RECP	75,203	29,846	75,567	0	75,567	0	75,567
53 1321	CONTR EMPL PER IRS-APPRO	37,235	34,218	34,218	0	34,218	0	34,218
53 1411	OT PAY - APPROPRIATED	5,822	25,648	25,648	-3,000	22,648	-3,000	22,648
53 1412	OT PAY - RECEIPTS	1,185	2,560	2,560	0	2,560	0	2,560
53 1421	HOLIDAY PAY - APPRO	5,230	5,057	5,057	-1,577	3,480	-1,577	3,480
53 1422	HOLIDAY PAY - RECEIPTS	3,807	1,825	1,825	0	1,825	0	1,825
53 1431	SHIFT PREM PAY - APPRO	7,659	1,262	1,262	0	1,262	0	1,262
53 1432	SHIFT PREM PAY - RECEIPT	13,698	7,300	7,300	0	7,300	0	7,300
53 1461	EPA&SPA-LONGVTY PAY-APPR	65,527	80,484	80,484	-890	79,594	-890	79,594
53 1462	EPA&SPA-LONGVTY PAY-REC	10,756	1,342	1,342	0	1,342	0	1,342
53 1511	SOCIAL SEC CONTRIB-APPRO	273,668	301,306	298,379	-20,072	278,307	-20,072	278,307
53 1512	SOCIAL SEC CONTRIB-RECPT	46,402	48,034	51,830	0	51,830	0	51,830
53 1521	REG RETIRE CONTRIB-APPRO	475,909	529,271	528,347	-26,498	501,849	-26,498	501,849
53 1522	REG RETIRE CONTRIB-RECPT	73,144	83,394	83,795	0	83,795	0	83,795
53 1561	MED INS CONTRIB-APPRO	358,972	410,323	408,092	-34,766	373,326	-34,766	373,326
53 1562	MED INS CONTRIB-RECPTS	78,325	88,370	90,341	0	90,341	0	90,341
53 1576	FLEX SPENDING TRANSACTIO	5,768	0	0	0	0	0	0
53 1625	ST DISABILITY PMT	0	5,687	5,687	0	5,687	0	5,687
53 1627	ST DISABILITY PMT-APP	16,418	0	0	0	0	0	0
53 1631	WRKER COMP-MED PAYMENTS	70,209	13,754	13,754	0	13,754	0	13,754
53 1632	WRKER COMP-TEMP DIS PAYM	26,499	4,544	4,544	0	4,544	0	4,544
53 1664	NONTAX EMPL CELL PHONE	427	0	0	0	0	0	0
TOTAL PERSONAL SERVICES		5,790,022	6,113,507	6,112,241	-343,709	5,768,532	-343,709	5,768,532
53 2110	LEGAL SERVICES	226	0	0	0	0	0	0
53 2133	EMPLOYEE/EMPLOYMENT PHYSIC	329	150	150	-50	100	-50	100
53 2170	ADMIN SERVICES	0	540	540	0	540	0	540
53 2181	WORKSHOP EXP-FOOD SERV	405	0	0	0	0	0	0
53 2182	LAUNDRY SERVICES	75	2,802	2,802	-2,000	802	-2,000	802
53 2184	JANITORIAL SER AGREEMENT	11,629	19,212	19,212	0	19,212	0	19,212
53 2185	WASTE REM/RECY SER AGREE	42,851	67,468	67,468	-7,256	60,212	-7,256	60,212
53 2186	SECURITY SERVICES	541	414	414	0	414	0	414

Expansion Budget

- Outlines costs required to:
 - Expand Existing programs
 - Start-up new programs
 - Provide salary and benefits increases for state employees, local school employees and community college staff
 - Continue programs previously operated with non-state funds
 - Provide for one-time, major equipment purchases (new, not replacement)

Reductions to Base

- Outlines reductions to:
 - Existing programs
 - Existing line-items
 - Management flexibility reserves
 - Increases receipts to offset General Fund supported items

Budget	Current	Increase Receipts
Total Requirements	100	100
Receipts	(50)	(60)
Appropriation	50	40

General Assembly Deliberations

- Governor presents Recommended Budget
- Joint Subcommittee reviews agencies programs and budgets, considers Governor's recommendations
- Senate develops budget
- House fails to concur, develops budget
- Conference committee develops budget
- General Assembly enacts a biennial budget which becomes certified budget for FYs 2013-14, 2014-15